

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Handloom Industry – Implementation of Loan Waiver Scheme to individual weavers-- Financial Package for loans sanctioned by Commercial Banks—Amendment- Orders – Issued.

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INDUSTRIES AND COMMERCE (TEX) DEPARTMENT

G.O.Ms.No. 14

Dated 06-02-2011.

Read the following:-

- 1.G.O.Ms.No.29, Industries and Commerce (Tex) Department, dated 31-03-2010,
- 2.G.O.Ms.No.78, Industries and Commerce (Tex) Department, dated 02-08-2010.
- 3.From the Commissioner, Handlooms and Textiles and Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad, Lr.Rc.No.11373/2010-W, dated 03-02-2011.

O R D E R:-

In the reference 1st read above, orders were issued, among other things, accepting the recommendations of the Group of Ministers (GoM) to finalize the financial package duly negotiating with the Banks for reducing the interest.

2. In the reference 2nd read above, orders were issued, agreeing for the implementation of the Handloom Weavers Loan Waiver Scheme as per para (4) mentioned therein. It was ordered that the Banks shall treat the Loans taken under Artisan Credit Cards (A.C.C.) Prime Minister's Rozgar Yojana (PMRY), Rajiv Yuva Shakti (RYS) as loss assets and 75% of the outstanding Principal only shall be reimbursed by the State Government, in tune with the One Time Settlement (OTS) of the Banks.

3. In the reference 3rd read above, the Commissioner, Handlooms and Textiles and Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad has stated that in the 172nd State Level Bankers Committee Meeting held on 30-12-2010, the Regional Director, Reserve Bank of India has clarified that with regard to G.O. issued on waiver of loans of Handloom Weavers by Government of Andhra Pradesh the banks have to get 100% of Principal amount and interest may be waived according to the respective banks' One Time Settlement (OTS) policy and if it is beyond that the matter may have to be referred to Reserve Bank of India, Head Office. The Commissioner, Handlooms and Textiles and Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad has requested the Government to take a decision in the matter.

4. After careful examination, the Government have decided to agree to reimburse 100% of the outstanding Principal only by the State Government. Accordingly, the following amendment is issued to the orders issued in G.O.Ms.No.78, Industries and Commerce (Tex) Department, dated 02-08-2010:-

A M E N D M E N T

<u>FOR</u>	<u>READ</u>
a) Sl.No. 6 in para 4, i.e., minimum amount to be reimbursed (75% of column No.5 above)	a) Sl.No. 6 in para 4, i.e., minimum amount to be reimbursed (100% of column No.5 above)
b) In para No.5, the words 75% of the outstanding principal only shall be reimbursed by the State Government, in tune with the One Time Settlement (OTS) of the Banks.	b) In para No.5, the words 100% of the outstanding principal only shall be reimbursed by the State Government, in tune with the One Time Settlement (OTS) of the Banks.

(PTO)

5. All the remaining paras, except to the above extent, of the orders issued in the G.O. 2nd read above will remain unchanged.
6. The Commissioner of Handlooms and Textiles and Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad, is requested to take necessary action in the matter accordingly.
7. This order issues with the concurrence of the Finance (Exp.I&C) Department vide their U.O.No.214-A /48/2011, dated 05-02-2011.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

RANJEEV R.ACHARYA,
PRINCIPAL SECRETARY TO GOVERNMENT.

To
The Commissioner of Handlooms and Textiles and
Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad.
The Convener,
State Level Bankers Committee of Andhra Pradesh
Andhra Bank, Dr.Battabhi Bhavan, Saifabad, Hyderabad.
All the District Collectors.
Copy to:-
The Finance (Exp.I&C/BG) Department.
The P.S to the Secretary to Chief Minister.
The P.S to M(H&T,SM, SSI, K&VIB, PE)
Sf/Sc

// FORWARDED BY: ORDER//

SECTION OFFICER.